

TENNESSEE STATE-CHARTERED CREDIT UNIONS

CONSOLIDATED BALANCE SHEET

	Sept. 2005	Sept. 2006	% Change
ASSETS			
CASH:			
Cash on Hand	59,539,844	60,407,937	1.46%
Cash on Deposit	322,381,287	363,100,130	12.63%
Cash Equivalents	75,445,613	91,548,748	21.34%
TOTAL CASH	\$457,366,744	\$515,056,815	12.61%
INVESTMENTS:			
Trading Securities	0	0	N/A
Available for Sale Securities	548,752,679	505,864,060	-7.82%
Held-to-Maturity Securities	335,678,418	336,881,312	0.36%
Deposits in Commercial Banks, S & Ls, Savings Banks	317,498,038	248,720,678	-21.66%
Loans to, Deposits in, & Investments in Natural Person CUs	N/A	10,955,086	N/A
Total MCSD and PIC in Corporate	25,617,527	26,463,411	3.30%
All Other Investments in Corporate Credit Unions	120,405,968	142,842,149	18.63%
All Other Investments	30,253,360	25,336,443	-16.25%
TOTAL INVESTMENTS	\$1,378,205,990	\$1,297,063,139	-5.89%
LOANS HELD FOR SALE	\$0	\$163,500	N/A
Loans and Leases:			
Unsecured Credit Card Loans	120,965,804	111,216,344	-8.06%
All Other Unsecured loans	238,243,376	267,343,272	12.21%
New Auto Loans	615,358,094	670,356,713	8.94%
Used Auto Loans	845,973,264	902,730,565	6.71%
First Mortgage Real Estate Loans	1,257,950,881	1,384,409,434	10.05%
Other Real Estate Loans	326,011,586	360,902,057	10.70%
Leases Receivable	3,157,514	2,523,427	-20.08%
Other Member Loans	167,096,405	179,413,426	7.37%
TOTAL LOANS	\$3,574,756,924	\$3,878,895,238	8.51%
ALLOWANCE FOR LOAN & LEASE LOSSES	(\$25,958,699)	(\$28,966,406)	11.59%

TENNESSEE STATE-CHARTERED CREDIT UNIONS

CONSOLIDATED BALANCE SHEET

	Sept. 2005	Sept. 2006	% Change
Foreclosed and Repossessed Assets	1,493,843	2,275,326	52.31%
Land and Building (Net of Depreciation)	105,492,698	112,076,386	6.24%
Other Fixed Assets	25,701,389	28,074,202	9.23%
Share Insurance Capitalization Deposit	39,949,054	41,448,429	3.75%
Other Assets	57,159,324	59,270,475	3.69%
TOTAL ASSETS	\$5,614,167,267	\$5,905,357,104	5.19%
TOTAL CREDIT UNIONS	121	118	-2.48%
LIABILITIES, SHARES AND EQUITY			
Liabilities:			
Promissory and Other Notes Payable	191,623,122	159,840,300	-16.59%
Reverse Repo Agreement	0	4,768,750	
Uninsured Second Capital	95,684	81,115	-15.23%
Dividend and Interest Payable	3,929,432	5,476,452	39.37%
Accounts Payable and Liabilities	37,274,682	38,929,294	4.44%
TOTAL LIABILITIES	\$232,922,920	\$209,095,911	-10.23%
SAVINGS/DEPOSITS:			
Share Drafts	526,924,692	550,983,576	4.57%
Regular Shares	1,457,523,617	1,370,707,730	-5.96%
All Other Shares and Deposits	2,660,110,373	2,983,461,539	12.16%
TOTAL SAVINGS/DEPOSITS	\$4,644,558,682	\$4,905,152,845	5.61%
EQUITY:			
Undivided Earnings	500,174,060	534,588,404	6.88%
Regular Reserves	206,455,200	223,398,027	8.21%
Appropriations for Non-Conforming Investments	0	0	N/A
Other Reserves	25,733,854	26,011,393	1.08%
Miscellaneous Equity	2,800	2,800	0.00%
Unrealized Gains/Losses Average For Sale Securities	-10,937,399	-10,377,040	-5.12%
Other Comprehensive Income	14,493	31,398	53.84%
Net Income	15,242,657	17,453,366	14.50%

TENNESSEE STATE-CHARTERED CREDIT UNIONS

CONSOLIDATED BALANCE SHEET

	Sept. 2005	Sept. 2006	% Change
EQUITY TOTAL	\$736,685,665	\$791,108,348	7.39%
TOTAL SAVINGS/EQUITY	\$5,381,244,347	\$5,696,261,193	5.85%
TOTAL LIABILITIES/SAVINGS EQUITY	\$5,614,167,267	\$5,905,357,104	5.19%
NATIONAL CREDIT UNION ADMINISTRATION INSURED SAVINGS:			
Uninsured Shares	508,790,529	551,151,616	8.33%
Uninsured Non-Member Deposits	568,418	236,516	-58.39%
Total Uninsured Shares and Deposits	509,358,947	551,388,132	8.25%
Insured Shares and Deposits	4,135,199,735	4,353,764,713	5.29%

TENNESSEE STATE-CHARTERED CREDIT UNIONS

CONSOLIDATED INCOME SHEET

	Sept. 2005	Sept. 2006	% Change
INCOME AND EXPENSE			
Interest Income			
Interest on Loans	165,499,245	190,592,202	15.16%
Less Interest Refund	(35,690)	(5,701)	-84.03%
Income from Investments	42,007,325	50,586,317	20.42%
Income from Trading	0	0	N/A
TOTAL INTEREST INCOME	\$207,470,880	\$241,172,818	16.24%
Interest Expense			
Dividends	27,619,410	41,421,670	49.97%
Interest on Deposits	31,813,371	44,807,348	40.84%
Interest on Borrowed Money	6,265,336	6,340,132	1.19%
TOTAL INTEREST EXPENSE	\$65,698,117	\$92,569,150	40.90%
Provision for Loan and Lease Losses (PLLL)	\$12,278,793	\$12,761,460	3.93%
Net Interest Income after PLLL	\$129,493,970	\$135,842,208	4.90%
Non-Interest Income			
Fee Income	40,885,798	45,376,812	10.98%
Other Operating Income	11,770,318	12,769,099	8.49%
Gain(Loss) on Investments	1,090	(10,963)	-1105.78%
Gain(Loss) on Disposition of Assets	32,971	580,559	1660.82%
Other Non-Operating Income/Expense	342,201	593,699	73.49%
TOTAL NON-INTEREST INCOME	\$53,032,378	\$59,309,206	11.84%
Non-Interest Expense			
Employee Compensation and Benefits	71,354,588	76,632,168	7.40%
Travel/Conference Expense	2,002,845	1,953,700	-2.45%
Office Occupancy	9,994,627	11,503,029	15.09%
Office Operation Expense	26,992,227	28,814,664	6.75%

TENNESSEE STATE-CHARTERED CREDIT UNIONS

CONSOLIDATED INCOME SHEET

	Sept. 2005	Sept. 2006	% Change
Education and Promotion	5,125,948	5,499,044	7.28%
Loan Servicing Expense	6,012,771	5,557,746	-7.57%
Professional/Outside Service	10,879,851	11,439,701	5.15%
Member Insurance	1,401,003	1,204,983	-13.99%
Operating Fees	1,276,766	1,409,367	10.39%
Miscellaneous Operating Expense	3,346,996	3,003,764	-10.25%
TOTAL NON-INTEREST EXPENSE	\$138,387,622	\$147,018,166	6.24%
 NET INCOME	 \$44,138,726	 \$48,133,248	 9.05%
 Reserve Transfers			
Transfer to Regular Reserve	\$9,955,536	\$9,024,918	-9.35%

TENNESSEE STATE-CHARTERED CREDIT UNIONS

KEY RATIOS

Ratio Description	Sept. 2005	Sept. 2006
Capital Adequacy:		
Net Worth/Total Assets	13.31	13.57
Total Delinquent Loans/Net Worth	2.91	3.02
Solvency Evaluation (Estimated)	115.86	116.13
Classified Assets (Estimated)/Net Worth	3.47	3.61
Asset Quality:		
Delinquent Loans/Total Loans	0.61	0.62
Net Charge-Offs/Average Loans	0.43	0.38
Fair (Market) Value/Book Value(HTM invests)	99.47	98.79
Accumulated Unreal G-L On AFS/CST of Invest AFS	-1.95	-2.01
Delinquent Loans/ Assets	0.39	0.41
Earnings:		
Return on Average Assets	1.05	1.11
Gross Income/Average Assests	6.20	6.91
Yield on Average Loans	6.33	6.76
Yield on Average Investments	3.03	3.87
Cost of Funds/ Average Assets	1.57	2.14
Net Margin/ Average Assets	4.63	4.78
Operating Expense/ Average Assets	3.30	3.40
Provision for Loan and Lease Losses/ Average Assets	0.29	0.29
Net Interest Margin/Average Assets	3.38	3.43
Operating Expenses/ Gross Income	53.20	49.12
Fixed Assets Including FRAs/Total Assets	2.36	2.41
Net Operation Expenses/ Average Assets	2.32	2.35
Asset/Liability Management:		
Net Long-Term Assets/Total Assets	25.48	27.00
Regular Shares/Total Shares & Borrowings	30.17	27.04
Total Loans/Total Shares	76.97	79.08

TENNESSEE STATE-CHARTERED CREDIT UNIONS

KEY RATIOS

Ratio Description	Sept. 2005	Sept. 2006
Asset/Liability Management: (Continued)		
Total Loans/Total Assets	63.67	65.68
Cash and Short-Term Investments/ Assets	17.23	19.85
Total Share Deposits and Borrowings/ Earning Assets	90.38	90.04
Regular Shares and Share Drafts/Total Shares and Borrowings	41.07	37.90
Borrowings/Total Shares and Net Worth	3.47	2.89
Productivity:		
Members/Potential Members	11.04	9.67
Borrowers/Members	48.01	46.65
Members/Full Time Employees	359.34	348.41
Average Shares Per Members	\$6,124	\$6,320
Average Loan Balance	\$9,818	\$10,713
Salary and Benefits/Full Time Employee	\$45,079	\$45,870
Other Ratios:		
Net Worth Growth	2.09	8.13
Market (Share) Growth	0.49	6.84
Loan Growth	6.80	8.94
Asset Growth	0.87	6.29
Investment Growth	-10.12	1.14

TENNESSEE STATE-CHARTERED BANKS

CONSOLIDATED BALANCE SHEET (IN MILLIONS)

	30-Jun-06	30-Jun-05	\$ Change	% Change
ASSETS				
Cash and Due from Banks	1115	1063	52	4.89%
Securities	5953	5412	541	10.00%
Federal Funds Sold and Securities Purchased Under Agreement to Resell	771	670	101	15.07%
Loans and Leases Held for Sale	271	224	47	20.98%
Loans and Leases, Net of Unearned Income	23492	20661	2831	13.70%
Allowance for Loan & Lease Losses	-305	-283	-22	7.77%
Assets held in Trading Accounts	0	0	0	
Premises and Fixed Assets	820	711	109	15.33%
Other Real Estate Owned	58	64	-6	-9.38%
Investments in Unconsolidated Subsidiaries	13	10	3	30.00%
Intangible Assets	312	283	29	10.25%
Other Assets	858	722	136	18.84%
TOTAL ASSETS	33358	29537	3821	12.94%
LIABILITIES				
Non-Interest Bearing Deposits	3524	3234	290	8.97%
Interest Bearing Deposits	24060	21223	2837	13.37%
TOTAL DEPOSITS	27584	24457	3127	12.79%
Federal Funds Purchased and Securities Sold Under Repurchase Agreement	709	466	243	52.15%
Demand Notes Issued to the U.S. Treasury	0	0	0	
Trading Liabilities	0	0	0	
Other Borrowed Money	1377	1329	48	3.61%
Other Liabilities	236	175	61	34.86%
TOTAL LIABILITIES	29906	26427	3479	13.16%
Minority Interests in Consolidated Subsidiaries	1	0	1	
EQUITY CAPITAL				
Preferred Stock	1	1	0	
Common Stock	252	249	3	1.20%
Surplus	1517	1296	221	17.05%
Undivided Profits	1774	1576	198	12.56%
Accumulated Other Comprehensive Income	-93	-10	-83	830.00%
Other Equity Capital Components	0	-2	2	-100.00%
TOTAL EQUITY CAPITAL	3452	3110	342	11.00%
TOTAL LIABILITIES AND EQUITY CAPITAL	33358	29537	3821	12.94%

TENNESSEE STATE-CHARTERED BANKS

KEY BANK RATIOS (AS OF JUNE 30, 2006)

CITY	INSTITUTION	Cert #	NET INCOME TO AVERAGE TOTAL ASSETS RATIO	NET LOANS TO ASSETS RATIO	ALLOWANCE FOR LOAN LOSSES RATIO	CORE CAPITAL (LEVERAGE) RATIO	NET LOANS TO DEPOSITS RATIO	NET INCOME TO AVERAGE TOTAL EQUITY RATIO
ADAMSVILLE	Farmers & Merchants Bank	9188	0.41	41.61	3.62	11.4	50.85	3.68
ASHLAND CITY	Community Bank & Trust	35258	1	67.91	1.27	9.03	80.87	10.09
ATHENS	SouthEast Bank & Trust	57348	0.9	80.31	1.16	8.41	90.45	11.05
ATWOOD	Citizens Bank & Trust Company	6100	0.83	53.08	1.15	8.47	58.6	13.93
BARTLETT	Bank of Bartlett	23123	0.89	58.63	0.98	7.52	75.35	12.46
BELLS	Bank of Crockett	1468	1.4	47.81	1.83	10.66	54.41	13.38
BENTON	Benton Banking Company	10696	1.11	82.04	1.38	10.39	94.57	11.03
BOLIVAR	First South Bank	9170	1.28	71.99	1.19	7.42	81.82	19.78
BRADFORD	The Bank of Bradford	2382	0.81	27.99	2.74	15.93	33.52	5.07
BRENTWOOD	Reliant Bank	58209	-11.41	65.31	1.25	44.01	89.65	-20.22
BRIGHTON	Brighton Bank	9189	0.63	55.97	1.68	11.77	65.99	6.53
BROWNSVILLE	INSOUTH Bank	22020	1.18	73.68	0.71	9.77	113.52	12.28
BYRDSTOWN	People's Bank and Trust Company of Pickett County	22756	2.06	75.54	1.99	9.77	86.59	19.96
CAMDEN	Bank of Camden	9176	1.34	33.23	1.9	8.92	42.12	7.84
CARTHAGE	Citizens Bank	893	2.25	50.4	1.01	14.4	59.24	15.94
CHAPEL HILL	First State Bank	2383	0.33	67.56	1.17	11.91	77.27	2.71
CHATTANOOGA	Cohutta Banking Company of Tennessee	57913	-0.27	82.09	1.01	20.02	320.57	-1.25
CHATTANOOGA	Cornerstone Community Bank	26256	1.75	82.72	1.46	8.67	110.79	21.1
CHATTANOOGA	First Volunteer Bank of Tennessee	10307	1.49	71.45	1.27	9.13	79.9	16.58
CLARKSVILLE	Cumberland Bank and Trust	57091	0.94	75.9	1.35	9.04	89.17	10.29
CLARKSVILLE	F&M Bank	9963	1.1	78.01	0.84	7.9	93.56	14.17
CLARKSVILLE	Legends Bank	34936	1.02	63.18	1.19	7.67	71.77	14.45
CLEVELAND	Bank of Cleveland	26955	2.07	91.1	1.07	9.63	105.82	21.92
CLEVELAND	Southern Heritage Bank	35093	1.3	77.74	1.25	10.38	88.86	12.94
CLEVELAND	The Bank/First Citizens Bank	21498	2.87	62.91	1.51	8.32	76.91	36.85
CLIFTON	Peoples Bank	9489	0.94	72.47	1.89	8.52	88.51	11.7
CLINTON	The Community Bank of East Tennessee	34847	0.72	52.31	1.19	9.05	59.11	8.18
COLLIERVILLE	BankTennessee	29177	0.53	62.65	1.5	9.4	78.5	6.96
COLUMBIA	Community First Bank & Trust	35165	1.11	82.67	1.24	9.23	95.93	12.04
COLUMBIA	First Farmers and Merchants Bank	1487	0.9	58.79	1.58	12.28	68.89	6.87
COLUMBIA	Heritage Bank & Trust	58220	-32.2	36.79	1.34	45.45	58.69	-41.23
COOKEVILLE	Bank of Putnam County	8432	0.82	50.25	0.77	7.39	54.55	16.35
COOKEVILLE	Putnam 1st Mercantile bank	58079	-3.99	44.52	1.25	38.9	66.95	-8.23
CORDOVA	First Alliance Bank	35245	0.75	75.59	1.39	8.43	89.17	8.99
CROSSVILLE	Cumberland County Bank	18364	1.05	61.31	0.93	7.15	66.39	22.12

TENNESSEE STATE-CHARTERED BANKS

KEY BANK RATIOS (AS OF JUNE 30, 2006)

DECATURVILLE	Decatur County Bank	6101	0.65	42.3	1.41	13.07	62.35	7.76
DECHERD	Franklin County United Bank	57851	0.45	77.18	1.25	18.11	93.53	2.41
DICKSON	Bank of Dickson	17327	1.12	61.05	1.03	13.56	72.1	8.6
DICKSON	TriStar Bank	35417	0.81	68.8	1.13	8.8	80.39	8.72
DUCKTOWN	The Home Bank	10303	3.12	81.23	1.70	9.37	98.88	34.84
DUNLAP	Citizens Tri-County Bank	20818	1.71	65.51	1.13	7.65	72.06	27.75
DUNLAP	Mountain Valley Bank	1705	1.12	75.13	1.14	9.7	83.87	11.3
DYER	The Farmers & Merchants Bank	1480	0.74	44	1.05	7.99	52.91	11.79
ELIZABETHTON	Carter County Bank of Elizabethton, Tennessee	15685	1.17	77.12	1.18	8.61	89.84	20.05
ELIZABETHTON	Citizens Bank	14851	1.91	78.45	0.98	10.96	110.79	20.54
ERIN	Traditions First Bank	57092	0.94	63.9	1.18	11.32	83.92	8.78
FAYETTEVILLE	Bank of Lincoln County	57396	0.88	73.63	1.43	9.41	81.88	9.56
FRANKEWING	Bank of Frankewing	1484	1.23	73.23	1.27	9.21	81.93	12.96
FRANKLIN	Cumberland Bank	31916	0.62	65.77	0.99	7.91	81.69	8.35
FRANKLIN	Tennessee Commerce Bank	35296	0.95	85.03	1.27	8.96	92.74	11.61
GALLATIN	Sumner Bank & Trust	57954	-1.32	41.13	1.25	19.77	50.51	-6.42
GATES	Gates Banking and Trust Company	10306	0.86	41.75	2.34	11.45	48.16	7.9
GERMANTOWN	First Capital Bank	57552	0.59	77.34	1.29	9.41	91.1	6.01
GERMANTOWN	Triumph Bank	58227	-90.99	12.66	1.26	582.2	41.15	-15.64
GLEASON	Bank of Gleason	2379	1.18	48.27	1.28	19.12	59.68	6.33
GREENEVILLE	Andrew Johnson Bank	22015	0.81	86.97	0.86	8.65	96.14	9.38
GREENEVILLE	Bank of Greeneville	57169	0.39	75.88	1.1	9.68	88.96	4.04
GREENEVILLE	Greene County Bank	895	1.35	85.28	1.45	9.41	109.64	11.85
GREENEVILLE	Heritage Community Bank	57656	0.08	83.25	1.25	9.06	92.34	1.07
GREENFIELD	Greenfield Banking Company	15255	0.76	57.22	1.25	12.76	69.05	5.98
HALLS	Bank of Halls	10315	1.34	55.03	1.22	12.38	64.65	11.38
HALLS	The Lauderdale County Bank	22835	0.53	48.05	1.42	9.4	53.92	6.84
HARROGATE	Commercial Bank	22354	1.33	73.18	1.01	11.05	97.08	12.32
HARTSVILLE	Citizens Bank	6103	1.08	67	1.19	7.97	74.75	14.81
HENDERSON	Chester County Bank	19813	0.66	43.37	3.15	9.4	49.93	7.38
HENDERSON	Clayton Bank and Trust	6104	0.92	67.31	1.78	10.39	79.53	11.74
HENDERSONVILLE	American Security Bank and Trust Company	57636	-0.09	77.63	1.25	26.87	108.45	-0.38
HUNTINGDON	Carroll Bank and Trust	2380	0.95	62.38	1.06	11.36	73.96	8.73
JACKSON	The Bank of Jackson	34457	1.3	80.18	1.23	11.01	96.86	11.86
JAMESTOWN	COMMUNITY BANK OF THE CUMBERLANDS	57111	0.64	82.42	1.13	8.06	90.44	8.02
JAMESTOWN	Union Bank	6088	1.14	52.93	1.21	11.68	60.34	10.1
JASPER	Citizens State Bank	20100	0.87	68.6	0.94	7.52	74.03	17.98
JEFFERSON CITY	First Peoples Bank of Tennessee	21874	0.97	61.05	1.02	8.1	69.02	18.02
JELICO	Union Bank	1693	1.12	58.45	1.19	11.13	67.76	15.21
JOHNSON CITY	State of Franklin Savings Bank	34137	0.85	55.98	0.88	7.97	71.36	10.81
KINGSPORT	Bank of Tennessee	21573	1	76.05	1.11	7.55	97.43	18.24
KNOXVILLE	American Trust Bank of East Tennessee	57689	0.13	85.85	1.26	15.77	110.59	0.82
KNOXVILLE	BankEast	19869	0.26	65.73	2.11	8.82	76.79	3.41
LAFAYETTE	Citizens Bank of Lafayette	1711	0.95	46.31	1.39	10.46	51.98	9.24

TENNESSEE STATE-CHARTERED BANKS

KEY BANK RATIOS (AS OF JUNE 30, 2006)

LAFAYETTE	Macon Bank and Trust Company	6091	0.9	45.91	1.45	10.67	52.1	8.33
LEBANON	CedarStone Bank	57684	-0.95	76.8	1.25	9.53	83.99	-9.49
LEBANON	First Freedom Bank	58208	-16.03	37.08	1.5	69.13	84.94	-23.22
LEBANON	Wilson Bank and Trust	26962	1.13	76.78	1.12	8.9	86.92	12.61
LEWISBURG	First Commerce Bank	57465	0.73	64.96	1.17	8.89	73.87	8.69
LEXINGTON	Community Bank	31272	0.53	64.74	1.57	9.36	83.36	5.97
LEXINGTON	First Bank	8663	1.01	79.33	1.2	7.72	98.27	14.78
LIBERTY	Liberty State Bank	11881	1.05	58.04	1.64	11.11	65.66	9.59
LIVINGSTON	American Bank & Trust of the Cumberlands	31980	-0.02	74.12	1.28	7.68	81.13	-0.28
LIVINGSTON	Union Bank & Trust Company	9179	1.64	39.34	2.09	10.46	43.95	27.9
LOBELVILLE	Bank of Perry County	1713	1.66	73.71	1.21	13.94	94.38	15.99
LYNCHBURG	The Farmers Bank of Lynchburg	1690	0.59	63.92	2.23	12.22	73.21	4.89
MADISONVILLE	Peoples Bank of East Tennessee	34517	0.35	74.93	1.03	7.21	80.96	4.93
MANCHESTER	Coffee County Bank	22090	1.44	81.35	1.52	8.71	100.67	24.01
MANCHESTER	Peoples Bank & Trust Company	1475	0.73	58.51	1.02	8.48	67.81	8.65
MARYVILLE	Citizens Bank of Blount County	21227	1.8	77.81	1.25	16.59	97.32	10.99
MARYVILLE	The Home Bank of Tennessee	34192	1.64	76.45	1.27	8.77	100.64	18.60
MASON	The Bank of Mason	9956	-0.45	23.54	2.22	10.89	30.83	-2.01
MAURY CITY	Planters Bank of Tennessee	6106	0.78	60.29	3.23	10.53	68.41	7.27
MC KENZIE	McKenzie Banking Company	13955	1.5	49.29	2.8	11.39	55.93	13.43
MC MINNVILLE	Homeland Community Bank	57632	0.74	61.73	1.25	14.61	72.16	5.14
MEDINA	Medina Banking Co.	10316	1.18	32.34	2.21	18.35	39.29	8.2
MEMPHIS	Independent Bank	34728	0.32	87.92	1.03	9.67	101.13	3.28
MEMPHIS	Landmark Community Bank	34982	0.63	36.55	2.42	50.41	52.56	2.73
MEMPHIS	Tri-State Bank of Memphis	16511	0.29	52.57	2.47	12.89	60.61	2.29
MEMPHIS	Trust One Bank	34059	0.43	67.49	1.33	8.12	95.11	2.03
MILAN	The Bank of Milan	33851	0.53	54.15	2.92	9	75.14	6.22
MILLINGTON	Patriot Bank	57416	1.61	83.86	1.35	8.84	99.62	17.93
MOSCOW	The Bank of Fayette County	10308	1.11	85.49	1.43	9.46	107.23	11.64
MOUNT JULIET	Bank of the South	57152	0.74	69.48	1.17	9.13	79.18	7.55
MOUNTAIN CITY	Farmers State Bank	13775	1.18	57.1	1.15	15.79	71.62	7.81
MOUNTAIN CITY	Johnson County Bank	22070	1.16	78.79	1.43	10.8	103.83	11.23
MURFREESBORO	MidSouth Bank	57659	-0.81	65.52	1.25	15.41	75.59	-5.03
NASHVILLE	Capital Bank & Trust Company	33902	0.98	81.8	1.26	7.9	99.5	12.86
NASHVILLE	Citizens Savings Bank and Trust Company	10319	0.51	76.26	1.43	10.36	90.75	4.81
NASHVILLE	Civic Bank & Trust	58040	-4.64	69.04	1.67	47.34	146.25	-8.8
NASHVILLE	Insurors Bank of Tennessee	35521	0.39	72.62	1.03	7.96	105.51	5.1
NASHVILLE	Nashville Bank and Trust Company	57825	0.54	81.03	1.25	20.36	99.95	2.56
NASHVILLE	PrimeTrust Bank	57271	0.51	69.81	1.16	8.93	80.43	5.82
NASHVILLE	The Bank of Nashville	32713	1.12	78.5	1.32	9.29	119.2	7.08
NEW TAZEWEEL	Citizens Bank	1695	-0.24	71.28	1.1	8	77.78	-3.24
NEWBERN	Security Bank	2391	1.28	61.18	1.17	11.32	74.39	11.31
NOLENVILLE	Peoples State Bank of Commerce	1701	0.19	49.15	0.66	8.58	54.95	2.25
OAK RIDGE	TNBANK	34023	0.59	80.62	1.13	8.07	93.33	7.46

TENNESSEE STATE-CHARTERED BANKS

KEY BANK RATIOS (AS OF JUNE 30, 2006)

OAKLAND	Oakland Deposit Bank	10320	0.97	70.15	1.59	7.55	78.93	13.43
ONEIDA	First Trust and Savings Bank, Oneida, Tennessee	6109	1.29	68.27	1.23	8.76	79.22	20.39
OOLTEWAH	Community Trust & Banking Company	35138	1.64	84.04	1.15	9.69	99.38	24.38
PARIS	Commercial Bank & Trust Co.	8660	1.42	67.29	1.92	8.03	76.53	20.92
PARIS	Security Bank and Trust Company	9172	1.74	71.46	0.73	10.17	81.33	18.05
PARSONS	Community South Bank	19849	2.42	77.74	1.25	8.81	101.23	33.66
PARSONS	Farmers Bank	8661	0.78	68.72	1.25	10.36	79.07	7.73
PIGEON FORGE	Tennessee State Bank	20720	1.22	68.05	1.31	7.79	80.34	23.16
PORTLAND	The Farmers Bank	1696	1.69	65.97	1.17	9.9	79.89	17.58
PORTLAND	Volunteer State Bank	22451	1.42	77.12	1.12	7.77	88.72	22.8
RIPLEY	Bank of Ripley	15673	0.88	50.61	1.5	15.78	67.58	5.8
ROGERSVILLE	First Community Bank of East Tennessee	33794	1.37	81.31	1.07	9.61	101.11	14.67
ROGERSVILLE	The Citizens Bank of East Tennessee	9499	0.79	75.81	1.17	8.38	90.13	9.67
RUTLEDGE	Citizens Bank and Trust Company of Grainger County	10317	1.12	45.26	2.01	17.64	56.62	6.44
SARDIS	The Peoples Bank	6110	0.68	49.09	2.87	13.33	57.67	5.33
SAVANNAH	Central Bank	31545	0.94	71.59	0.9	11.11	89.34	8.65
SAVANNAH	The Hardin County Bank	20993	0.97	62.07	0.99	9.24	73.69	11.09
SELMER	Home Banking Company	9196	0.91	59.52	1.45	8.87	65.59	10.82
SEVIERVILLE	Sevier County Bank	10318	0.76	57	1.29	11.68	65.18	6.46
SHELBYVILLE	First Community Bank of Bedford County	27211	1.32	71.33	1.45	11.36	86.27	11.59
SHELBYVILLE	PEOPLES BANK OF BEDFORD COUNTY	35604	1.36	73.22	1.5	9.61	81.47	14.58
SOMERVILLE	The Somerville Bank & Trust Company	9174	1.45	61.26	2.55	8.37	69.56	12.91
SPENCER	Citizens Bank of Spencer, Tenn.	6092	1.29	53.92	2.75	14.46	64.56	9.41
SPRING CITY	First Bank of Tennessee	10693	1.2	79.81	1.15	8.95	91.6	20.34
TAZEWELL	First Century Bank	1700	0.69	50.59	1.1	10.05	55.92	7.23
TOONE	Merchants & Planters Bank	8665	0.53	50.94	3.1	9.76	58.2	5.67
TRENTON	Citizens City & County Bank	34399	0.92	68.78	1.46	10.13	78.17	9.72
TREZEVANT	Farmer's and Merchants Bank	8439	1.42	83.97	1.38	9.98	97.98	14.19
TULLAHOMA	American City Bank of Tullahoma	21663	0.9	66.02	1.19	9.23	80.83	7.67
TULLAHOMA	First Vision Bank of Tennessee	58201	-3.17	68.33	1.25	37.28	107.15	-7.82
TULLAHOMA	The Bank of Tullahoma	58105	-3.01	61.14	1.25	40.45	96.82	-6.52
UNION CITY	First State Bank	1479	0.87	75.93	1.01	8.61	87.56	10.42
UNION CITY	Reelfoot Bank	9199	0.75	68.11	2.12	9.58	76.83	8.01
WARTBURG	Citizens First Bank	34311	1.13	76.56	0.97	8.7	93.1	13.39
WAYNESBORO	The Bank of Waynesboro	2375	0.93	74.89	2.53	9.06	85.82	10.56
WAYNESBORO	Wayne County Bank	9168	1.76	75.73	3.68	14.64	94.02	12.23
WINCHESTER	Citizens Community Bank	33739	1.87	73	1.33	10.44	85.97	18.03
WOODLAND MILLS	The Farmers Bank, Woodland Mills, Tennessee	15205	0.65	47.18	1.9	17.6	57.55	3.77
Median for All Banks			0.92	68.11	1.25	9.61	80.39	9.56

TENNESSEE STATE-CHARTERED TRUST COMPANIES

CONSOLIDATED BALANCE SHEET (TO NEAREST THOUSAND)

	30-Jun-06	30-Jun-05	\$ Change	% Change
ASSETS				
Cash and Due from Banks	9,607	6,995	2,612	37.34%
Securities and Investments	2,726	2,509	217	8.65%
Premises and Fixed Assets	1,269	1,424	(155)	-10.88%
Other Assets	15,682	17,127	(1,445)	-8.44%
TOTAL ASSETS	29,284	28,055	1,229	4.38%
LIABILITIES				
Other Liabilities	9,349	9,616	(267)	-2.78%
TOTAL LIABILITIES	9,349	9,616	(267)	-2.78%
Unrestricted Assets	-	251	(251)	-100.00%
Temporarily Restricted Assets	10	12	(2)	-16.67%
Permanently Restricted Assets	8	8	-	0.00%
EQUITY CAPITAL				
Common Stock	4,640	4,640	-	0.00%
Less: Treasury Stock	259	167	92	55.09%
Surplus	12,706	12,706	-	0.00%
Undivided Profits	2,842	929	1,913	205.92%
Deferred Compensation	-	-	-	0.00%
Unrealized Gains and (Losses)	(13)	60	(73)	-121.67%
TOTAL EQUITY CAPITAL	19,935	18,168	1,767	9.73%
TOTAL LIABILITIES AND EQUITY CAPITAL	29,284	28,055	1,229	4.38%

TENNESSEE STATE-CHARTERED TRUST COMPANIES

CONSOLIDATED INCOME STATEMENT (TO NEAREST THOUSAND)

	30-Jun-06	30-Jun-05	\$ Change	% Change
Fee Income	38,953	34,068	4,885	14.3%
NET FEE INCOME	38,953	34,068	4,885	14.3%
Other Income	263	130	133	102.3%
TOTAL INCOME	39,216	34,198	5,018	14.7%
Operating Expenses	27,804	17,752	10,052	56.6%
Advisor/Consulting Fees	6,546	11,953	(5,407)	-45.2%
Inter-Company Expense (Credit)	-	850	(850)	-100.0%
Securities (Gains) and Losses	(8)	2	(10)	0.0%
TOTAL OPERATING EXPENSES	34,342	30,557	3,785	12.4%
Pre-Tax Net Operating Income	4,874	3,641	1,233	33.9%
Applicable Income Taxes	417	450	(33)	-7.3%
Non-Operating Expenses	2,734	1,574	1,160	73.7%
NET OPERATING INCOME	1,723	1,617	106	6.6%
Extraordinary Gains/Losses	-	-	-	0.0%
NET INCOME	1,723	1,617	106	6.6%
TOTAL DIVIDENDS AND/OR DISTRIBUTIONS	100	100	-	0.0%

TENNESSEE STATE-CHARTERED TRUST COMPANIES

STATEMENT OF CONDITION AS OF JUNE 30, 2006 (TO NEAREST THOUSAND)

		(A) Cash	(B) Investments	(C) Other Assets	(D) Total Assets	(E) Other Liabilities	(F) Equity Capital	(G) Net Income	(H) TAUM	(I) Common / Collective Funds	(J) Number of Funds
Meridian Trust and Investment Company	Knoxville	413	326	506	1,245	57	1,188	290	349,254		
The Trust Company of Knoxville	Knoxville	784	797	543	2,123	427	1,696	256	830,927	23,893	3
Diversified Trust Company	Memphis	174	-	4,070	4,244	3,197	1,047	(5)	3,033,867	1,009,921	12
First Mercantile Trust Company	Memphis	7,091	-	10,953	18,044	5,436	12,608	563	4,079,394	3,688,331	228
Investment Counsel and Trust Company	Memphis	95	445	174	714	61	653	(172)	104,190		
Cumberland Trust and Investment Company	Nashville	178	-	469	647	49	597	28	202,972		
Equitable Trust Company	Nashville	815	1,158	84	2,057	111	1,946	835	1,158,791		
Guardianship and Trusts Corporation (K,L)	Nashville	57	-	153	210	11	200(M)	(72)	11,204		
TOTAL		9,607	2,726	16,952	29,284	9,349	19,935	1,723	9,770,599		

FOOTNOTE:

(A) Cash - Includes currency and coin, both interest bearing and non-interest bearing due from depository institutions

(B) Investments - Investments Owned

(C) Other Assets - Includes premises and fixed assets, investments in unconsolidated subsidiaries, intangible assets, and all other assets

(D) Total Assets - The sum of (A) through (C)

(E) Other Liabilities - Includes all liabilities

(F) Equity Capital - Includes preferred stock, common stock, debt capital, surplus, undivided profits, and all other capital reserves net of any unrealized holding gains (losses) on available for sale securities

(G) Net Income - Income earned after all expenses, taxes, and extraordinary items

(H) Total Assets Under Management - Total Discretionary and Non-Discretionary Assets Under Management inclusive of funds held in Common/Collective Funds

(I) Common/Collective Funds - Assets held in Common and/or Collective Investment Funds trusted by company at market value

(J) Number of Funds - Number of Common/Collective Funds

(K) Not-for-profit trust company

(L) Operates on a fiscal year ending June 30

(M) Net Assets